

**TERREBONNE PARISH
RECREATION DISTRICT NO. 8
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2009**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date

7/28/10

TERREBONNE PARISH RECREATION DISTRICT NO. 8
ANNUAL FINANCIAL REPORT
As of and for the Year Ended December 31, 2009

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TERREBONNE PARISH RECREATION DISTRICT NO. 8
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

This discussion and analysis of the Terrebonne Parish Recreation District No. 8's financial performance provides an overview of the financial activities as of and for the fiscal year ended December 31, 2009. Please read it in conjunction with the basic financial statements and the accompanying notes to the financial statements.

FINANCIAL HIGHLIGHTS

Our financial statements provide these insights into the results of this year's operations:

- The net assets increased by approximately 10% as a result of this year's operations. Net assets of our governmental activities increased by \$63,581. As a result of this year's operations assets exceeded liabilities by \$684,798 (net assets).
- During the year, expenses were \$227,743 more than the \$17,941 generated in program revenues for governmental programs. General revenues of \$291,324 added to the program revenues helped to make up the shortfall to end the year with revenue exceeding expenses totaling \$63,581. This compares to last year when revenues exceeded expenses by \$44,213.
- Program expenses increased by \$18,510 or more than 8 percent.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (Government-Wide Financial Statements) provide information about the governmental activities as a whole and present a longer-term view of the finances. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds (Fund Financial Statements) tell how services were financed in the short term as well as what remains for future spending. Fund financial statements also report the operations in more detail than the government-wide statements by providing information about the most significant funds.

Our auditor has provided assurance in his independent auditor's report that the basic financial statements are fairly stated. The auditor, regarding the Required Supplemental Information and the Other Supplemental Information is providing varying degrees of assurance. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Annual Report.

TERREBONNE PARISH RECREATION DISTRICT NO. 8
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

Government-Wide Financial Statements

One of the most important questions asked about finances is, "Is the Terrebonne Parish Recreation District No. 8 as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information as a whole and about activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the net assets and changes in them. You can think of net assets—the difference between assets and liabilities—as one way to measure the financial health, or financial position. Over time, increases or decreases in net assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, to assess the overall health of the Terrebonne Parish Recreation District No. 8.

Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds—not as a whole. Some funds are required to be established by State laws.

The Terrebonne Parish Recreation District No. 8 utilizes mainly the governmental type of fund with the following accounting approach. Most of the basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliation at the bottom of the fund financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 8
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

FINANCIAL ANALYSIS AS A WHOLE (GWFS)

Net assets increased from \$621,217 to \$684,798 or about 10%. In comparison, last year net assets increased by \$44,213 or about 8%. Unrestricted net assets—the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements—absorbed most of the increase this year. The balance in net assets represents the accumulated results of all past years' operations.

Our analysis below focuses on the net assets (Table A) and changes in net assets (Table B) of the governmental-type activities.

Table A
Condensed Statement of Net Assets

	2008	2009	Dollar Change	Percent Change
Current and Other Assets	\$ 512,076	\$ 470,898	\$ (41,178)	-8.0%
Capital Assets	428,558	520,980	92,422	21.6%
Total Assets	940,634	991,878	51,244	5.4%
Current Liabilities	319,417	307,080	(12,337)	-3.9%
Total Liabilities	319,417	307,080	(12,337)	-4.0%
Invested in Capital Assets	428,558	520,980	92,422	21.6%
Restricted for Capital	-	-	-	#DIV/0!
Unrestricted	192,659	163,818	(28,841)	-15.0%
Total Net Assets	\$ 621,217	\$ 684,798	\$ 63,581	10.2%

Table B
Condensed Statement of Activities

	2008	2009	Dollar Change	Percent Change
Total program expenses	\$ (227,174)	\$ (245,684)	\$ 18,510	8.1%
Total program revenues	3,993	17,941	13,948	349.3%
Net program income	(223,181)	(227,743)	4,562	2.0%
General revenues	267,394	291,324	23,930	8.9%
Change in Net Assets	44,213	63,581	19,368	43.8%
Net Assets:				
Beginning of the year	577,004	621,217	44,213	7.1%
End of the year	\$ 621,217	\$ 684,798	\$ 63,581	10.2%

TERREBONNE PARISH RECREATION DISTRICT NO. 8
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

Program revenues for the governmental activities increased dramatically due to a grant from TPCG for the Summer Day Camp Program, while expenses increased less than 10% - also due to the Summer Day Camp Program.

FINANCIAL ANALYSIS OF INDIVIDUAL FUNDS (FFS)

The Terrebonne Parish Recreation District No. 8 uses funds to help it control and manage money for particular purposes. Looking at individual funds helps you consider whether the District is being accountable for the resources provided to it but may also give you more insight into the overall financial health.

The General fund reported an ending fund balance of \$163,818. This reflects a decrease of \$28,841 from last year. Total revenues for the current year were \$309,265 – an increase of 14%. The increase was mainly due to the grant provided by the TPCG for the Summer Day Camp Program.

Current expenditures for recreational activities were \$180,442, which was slightly more than prior year expenditures. The largest increases in current expenditures were for salaries and benefits, building insurance and repairs and maintenance expenditures. Capital outlay equaled \$146,112, mainly for Donner & Gibson playground equipment purchases and installation. The result for the year was an excess of expenditures over revenues of \$28,841.

GENERAL FUND BUDGETARY HIGHLIGHTS

The original budget for the General Fund was revised twice during the year. Authorized budget amendments were approved as follows:

Original Budgeted Revenues	\$271,500
Amendments were made for:	
Increased Ad Valorem taxes received	22,262
Increased Intergovernmental revenue	12,360
Increased fees and rentals	1,300
Increased Miscellaneous and Interest	1,213
Total revenue amendments	37,135
Amended Budgeted Revenues	\$308,635

TERREBONNE PARISH RECREATION DISTRICT NO. 8
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

Original Budgeted Expenditures	\$269,100
Amendments were made for:	
Increased ad valorem tax deductions & adjustments	1,700
Increased current expenditures	36,585
Increased Capital Outlay	116,000
Total expenditure amendments	154,285
Amended Budgeted Expenditures	\$423,385

CAPITAL ASSETS

Capital assets, net of accumulated depreciation of \$889,037, for governmental activities at year-end were \$520,980. This year there were no deletions and \$146,112 of additions for mainly playground equipment to capital assets. Depreciation of \$53,690 was recorded on capital assets in the governmental activities. More detailed information about the capital assets is presented in Note 4 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Highlights of next year's General Fund budget, adopted December 15, 2009 include:

Condensed Summary of Budgeted
Finances

	2009
Anticipated revenues	\$ 296,000
Expenditures:	
Current	258,200
Capital outlay	40,000
Anticipated expenditures	298,200
Excess (deficiency) of revenues	(2,200)
Fund Balance:	
Beginning of the year	2,910
End of the year	<u>\$ 710</u>

TERREBONNE PARISH RECREATION DISTRICT NO. 8
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2009

CONTACTING FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Terrebonne Parish Recreation District No. 8's finances and to show accountability for the money it received. If you have questions about this report or need additional financial information, contact:

Ms. Wanda LeCompte, Accountant
675 Aragon Road
Montegut, LA
Phone number 985-594-5377

FINANCIAL SECTION



STAGNI & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

INDEPENDENT AUDITOR'S REPORT

To the Commissioners of the
Terrebonne Parish Recreation District No. 8

We have audited the accompanying financial statements of the governmental activities and each fund of the Terrebonne Parish Recreation District No. 8, a component unit of Terrebonne Parish Consolidated Government as of and for the year ended December 31, 2009 which collectively comprise the basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Terrebonne Parish Recreation District No. 8. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall basic financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and each fund of the Terrebonne Parish Recreation District No. 8 as of December 31, 2009, and the respective changes in financial position for the year then ended, in conformity with auditing standards generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 5, 2009, on our consideration of the Terrebonne Parish Recreation District No. 8's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and the Required Supplementary Information, as listed in the foregoing table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements is required by the Government Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Stagni & Company

Thibodaux, Louisiana
April 23, 2010



TERREBONNE PARISH RECREATION DISTRICT NO. 8

Statement of Net Assets

December 31, 2009

ASSETS

Cash	\$ 188,818
Ad Valorem taxes receivable	10,591
Due from other governments	267,023
Receivable - miscellaneous	333
Prepaid Insurance	3,578
Meter Deposits	555
Capital Assets, net of accumulated depreciation	520,980
TOTAL ASSETS	<u>\$ 991,878</u>

LIABILITIES

Due to other governments	\$ 1,237
Deferred revenue	305,843
TOTAL LIABILITIES	<u>307,080</u>

NET ASSETS

Invested in capital assets, net of related debt	520,980
Unrestricted	163,818
TOTAL NET ASSETS	<u>\$ 684,798</u>

See notes to financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Statement of Activities - Governmental Activities

For the Year Ended December 31, 2009

FUNCTIONS/PROGRAMS	Program Revenue		Net Revenue (Expense)
	Expenses	Charges for services	Operating Grants
Recreational activities:			
	\$ 245,684	\$ 5,935	\$ 12,006
	<u>\$ 245,684</u>	<u>\$ 5,935</u>	<u>\$ 12,006</u>
Total governmental activities			
			<u>(227,743)</u>
GENERAL REVENUES			
Ad valorem taxes			285,962
State revenue sharing			4,854
Interest earned			508
TOTAL GENERAL REVENUES			<u>291,324</u>
CHANGE IN NET ASSETS			
NET ASSETS:			
Beginning of year			621,217
End of year			<u>\$ 684,798</u>

See notes to the financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Balance Sheet - Governmental Fund - General Fund

December 31, 2009

ASSETS

Cash and cash equivalents	\$ 188,818
Ad Valorem taxes receivable	10,591
Due from other governments	267,023
Receivable - miscellaneous	333
Prepaid Insurance	3,578
Meter Deposits	555
TOTAL ASSETS	\$ 470,898

LIABILITIES AND EQUITY

Due to other governments	\$ 1,237
Deferred revenue	305,843
TOTAL LIABILITIES	307,080

FUND BALANCE:

Reserved for Prepaid Insurance	3,578
Unreserved - designated for:	
Contingencies and Emergencies	75,000
Unreserved - undesignated	85,240
Total equity	163,818

**RECONCILIATION OF FUND BALANCES ON THE BALANCE SHEET
FOR GOVERNMENTAL FUNDS TO NET ASSETS OF
GOVERNMENTAL ACTIVITIES ON THE STATEMENT OF NET
ASSETS:**

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

Add - Capital assets	1,410,017	
Deduct - Accumulated depreciation	(889,037)	520,980
Net assets of governmental activities		\$ 684,798

See notes to financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Statement of Revenues, Expenditures, and Changes
in Fund Balances - Governmental Fund - General Fund
For the Year Ended December 31, 2009

REVENUES

Ad Valorem	\$ 285,962
State Revenue Sharing	4,854
Facility Rentals	4,000
TPCG Grant - Day Camp	12,906
Miscellaneous	1,035
Interest	508
TOTAL REVENUES	309,265

EXPENDITURES

General government - current:	
Ad valorem tax deductions	10,938
Ad valorem tax adjustments	614
Total general government - current	11,552
Recreational - current:	
Salaries & Wages	62,499
Payroll Taxes	4,811
Workmen's Compensation	3,182
Day Camp Program	12,006
Office Supplies	1,435
Gasoline & Oil	1,547
Operating Supplies	18,165
Utilities	14,757
Telephone	952
Other Contracts	7,299
General Liability Insurance	3,750
Building Insurance	21,020
Professional Fees	2,423
Accounting Fees	6,000
Building Maintenance & Repairs	4,994
Grounds Maintenance & Repairs	7,116
Equipment Repairs & Maintenance	8,486
Total recreational - current	180,442
Capital expenditures	146,112
TOTAL EXPENDITURES	338,106
Revenues over (under) expenditures	(28,841)

FUND BALANCES

Beginning of year	192,659
End of year	\$163,818

**RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES:**

Net change in fund balances per above	\$ (28,841)
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Governmental funds report capital outlays as expenditures.
However, in the statement of activities, the cost of those assets
is allocated over their estimated useful lives and reported as
depreciation expense.

Add - Capital outlay	146,112
Deduct - Depreciation expense	(53,690)
Change in net assets - governmental activities	\$ 63,581

See notes to financial statements.

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Notes to the Financial Statements
For the Year Ended December 31, 2009

The Terrebonne Parish Recreation District No. 8 was created by the Terrebonne Parish Council under La Revised Statute 33:4562 and legally constitutes a body corporate and has the power and right to incur debts and enter into contract and to perform any and all acts in its corporate name that are necessary or proper for carrying out the objects and purposes for which the recreations district is created. This district provides maintenance and operations of recreation facilities, equipment, etc. for the residents of Ward 8 of the Parish of Terrebonne. The District is governed by 5 Commissioners who are appointed by the Terrebonne Parish Council.

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The accompanying basic financial statements have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

B. Reporting Entity

As the governing authority, the Terrebonne Parish Consolidated Government is the financial reporting entity for Terrebonne Parish. Because the Terrebonne Parish Consolidated Government could by definition in statute be financially burdened by the Terrebonne Parish Recreation District No. 8, the District was determined to be a component unit of the Terrebonne Parish Consolidated Government. The accompanying financial statements present information only on the funds maintained by the District and its component unit and do not present information on the Terrebonne Parish Consolidated Government, the general government services provided by that governmental unit, or the other governmental reporting entity.

The accompanying financial statements will be included in the comprehensive annual financial report (CAFR) of the Parish for the year ending December 31, 2009.

C. Fund Accounting

The accounting system is organized and operated on a fund basis whereby a separate self-balancing set of accounts is maintained for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The various funds in the financial statements in this report are as follows:

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Notes to the Financial Statements
For the Year Ended December 31, 2009

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

C. Fund Accounting (continued)

Governmental Fund Type

Governmental funds account for all or most of the general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources that may be used to finance future period programs or operations. The following are the governmental funds:

General Fund - The General Fund is used to account for all financial resources and expenditures except those required to be accounted for in other funds.

D. Measurement Focus / Basis of Accounting

Fund Financial Statements (FFS)

The amounts reflected in fund financial statements, are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach is then reconciled, through adjustment, to a government-wide view of operations.

The amounts reflected in the fund financial statements, use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The court considers all revenues available if they are collected within 60 days after the fiscal year end.

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Notes to the Financial Statements
For the Year Ended December 31, 2009

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

D. Measurement Focus / Basis of Accounting (continued)

Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. The governmental funds use the following practices in recording revenues and expenditures:

Revenues – Ad valorem taxes and the related state revenue sharing are recorded as revenue in the period for which levied, thus the 2008 property taxes which were levied to finance the 2009 budget are recognized as revenue in 2009. Miscellaneous revenues are recorded as revenues when received in cash by the District because they are generally not measurable or available until actually received.

Expenditures – The major expenditures for recreational programs and maintenance are recorded when payable or when the fees are incurred.

Government-Wide Financial Statements (GWFS)

The government-wide financial statements display information as a whole. These statements include all the financial activities. Information contained in these statements reflects the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed).

Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-exchange Transactions*.

Program Revenues - Program revenues included in the column labeled Statement of Activities are derived directly from users as a fee for services; program revenues reduce the cost of the function.

General Revenues - Taxes and other items not properly included among program revenues are reported instead as general revenues.

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Notes to the Financial Statements
For the Year Ended December 31, 2009

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

E. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

F. Operating Budgets

As required by Louisiana Revised Statutes, The Board of Commissioners adopted a budget for the District's General Fund. The Board, as allowed by state law, does not obtain public participation in the budget process.

The Board must approve any amendment involving the transfer of monies from one function to another, or increases in expenditures. The district amended its budget twice during the year for the year ended December 31, 2009. All budgeted amounts that are not expended or obligated through contracts lapse at year-end.

The General Fund budget is adopted on a basis materially consistent with accounting principles generally accepted in the United States of America.

G. Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less.

H. Receivables

The financial statements for the District contain no allowance for uncollectible accounts. Uncollectible amounts due for ad valorem taxes are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. These amounts are not considered to be material in relation to the financial position or operations of the funds.

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Notes to the Financial Statements
For the Year Ended December 31, 2009

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (Continued)

I. Capital Assets

Capital assets are recorded at historical cost or estimated if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. Capital assets purchased or acquired with an original cost of \$500 or more are recorded in the GWFS. Capital assets with an estimated historical cost amounted to approximately \$800,000 or 63% of the total capitalized cost of assets. All capital assets, other than land, are depreciated using the straight-line method over the following estimated useful lives:

CATEGORY	LIFE
BUILDINGS	7-40 YEARS
IMPROVEMENTS	5-25 YEARS
FURNITURE & EQUIPMENT	5-20 YEARS

J. Restricted Net Assets

For government-wide statement of net assets, net assets are reported as restricted when constraints placed on net asset use are either:

1. externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; and
2. imposed by law through constitutional provisions or enabling legislation.

K. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Any designations of fund balance represent tentative management plans that are subject to change.

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Notes to the Financial Statements
For the Year Ended December 31, 2009

Note 2 DEPOSITS

A summary of deposits are listed as follows:

	Bank Balance	Reported Amount
Cash	\$174,445	\$161,035
Certificates of deposit	27,783	27,783
Totals	\$202,228	\$188,818

State law requires that deposits (cash and certificates of deposit) of all political subdivisions to be fully collateralized at all times. Acceptable collateralization includes FDIC insurance and the securities purchased and pledged to the political subdivision. Obligations of the United States, the State of Louisiana and certain political subdivisions are allowed as security for deposits. Obligations furnished, as security must be held by the political subdivision or with an unaffiliated bank or trust company for the account of the Terrebonne Parish Recreation District No. 8. Under the provision of GASB, pledged securities, which are not in the name of the governmental unit, are considered uncollateralized.

Custodial credit risk is the risk that in the event of a bank failure, deposits may not be returned to it. As of year end all of the bank balance of deposits was covered by FDIC and therefore none of the bank balance was exposed to custodial credit risk. These deposits were uninsured and uncollateralized. The Governmental Accounting Standards Board (GASB), which promulgates the standards for accounting and financial reporting for state and local governments, considers these securities subject to custodial credit risk.

Even though the pledged securities are considered subject to custodial credit risk under the provisions of GASB Statement 40, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the depositor that the fiscal agent has failed to pay deposited funds upon demand.

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Notes to the Financial Statements
For the Year Ended December 31, 2009

Note 3 AD VALOREM TAXES

Property taxes are levied each November 1 on the assessed value listed as of the prior January 1 for all real property, merchandise and movable property located in the Parish. Assessed values are established by the Terrebonne Parish Assessor's Office and the State Tax Commission at percentages of actual value as specified by Louisiana law. A reevaluation of all property is required to be completed no less than every four years. The last reevaluation was completed for the list of January 1, 2009. Taxes are due and payable December 31 with interest being charged on payments after January 1. Taxes can be paid through the tax sale date, which is the last Wednesday in June. Properties for which the taxes have not been paid are sold for the amount of the taxes. The tax rate for the year ended December 31, 2009 was 9 mills of assessed valuation on property within Terrebonne Parish Recreation District No. 8 for the purpose of acquiring, constructing, maintaining and operating recreation facilities within the District, including purchases of equipment.

Note 4 CAPITAL ASSETS

Information about capital assets and depreciation for the year are summarized as follows:

	Balance 12/31/2008	Additions	Deletions	Balance 12/31/2009
NON-DEPRECIABLE ASSETS				
Land	\$70,820	-	-	\$70,820
DEPRECIABLE ASSETS				
COST				
Buildings	820,770	-		820,770
Improvements other than buildings	195,114	25,515		195,114
Furniture & equipment	177,200	120,597		177,200
Total cost of depreciable assets	1,193,084	146,112	-	1,339,197
ACCUMULATED DEPRECIATION				
Buildings	602,394	20,519		622,913
Improvements other than buildings	84,402	15,103		99,505
Furniture & equipment	148,551	18,068		166,619
Total accumulated depreciation	835,347	53,690		889,037
Net depreciable assets	357,738	-	-	450,160
Net capital assets	\$428,558	-	-	\$520,980

Depreciation Expense of \$53,690 was recorded in the governmental activities.

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Notes to the Financial Statements
For the Year Ended December 31, 2009

Note 5 RISK MANAGEMENT

The District is exposed to various risks of loss related to workmen's compensation; torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters and group benefits for which the District carries commercial insurance and also participates in the Parish's risk management program for general liability and workers' compensation. No settlements were made during the year that exceeded the District's insurance coverage.

Note 6 COMPENSATION OF BOARD MEMBERS

Total compensation of \$840 was paid to the following Board Members:

Johnny Marks	\$175
Charles Bellizana	\$300
Darrell Hebert	\$300
Sue Adams	\$300
Roosevelt Seymore	\$275

***REQUIRED SUPPLEMENTAL
INFORMATION***

TERREBONNE PARISH RECREATION DISTRICT NO. 8

Budget Comparison Schedule - General Fund

For the Year Ended December 31, 2009

	Budgets		Actual	Variance Favorable (Unfavorable)
	Original	Final		
REVENUES				
Taxes	\$263,700	\$285,962	\$285,962	\$ -
State Revenue Sharing	4,500	4,854	4,854	0
Facility Rentals	2,000	3,300	4,000	700
TPCG Grant - Day Camp	-	12,006	12,906	900
Miscellaneous	500	2,013	1,035	(978)
Interest	800	500	508	8
TOTAL REVENUES	<u>271,500</u>	<u>308,635</u>	<u>309,265</u>	<u>630</u>
EXPENDITURES				
General government - current:				
Ad valorem tax deductions	9,300	8,850	10,938	(2,088)
Ad valorem tax adjustments	600	2,750	614	2,136
	<u>9,900</u>	<u>11,600</u>	<u>11,552</u>	<u>48</u>
Recreational - current:				
Salaries & Wages	68,000	73,800	62,499	11,301
Payroll Taxes	5,200	5,700	4,811	889
Workmen's Compensation	4,000	3,500	3,182	318
Day Camp Program	-	1,200	12,006	(10,806)
Office Supplies	3,000	2,000	1,435	565
Gasoline & Oil	5,000	2,500	1,547	953
Operating Supplies	20,000	20,500	18,165	2,335
Utilities	16,000	15,000	14,757	243
Telephone	2,000	1,500	952	548
Other Contracts	12,000	9,050	7,299	1,751
General Liability Insurance	2,800	4,500	3,750	750
Building Insurance	30,000	22,000	21,020	980
Professional Fees	2,500	2,300	2,423	(123)
Publish Proceedings/Ads	1,000	1,000	-	1,000
Accounting Fees	6,000	7,300	6,000	1,300
Miscellaneous	1,700	1,500	-	1,500
Building Maintenance & Repairs	5,000	29,435	4,994	24,441
Grounds Maintenance & Repairs	15,000	28,000	7,116	20,884
Equipment Repairs & Maintenance	10,000	15,000	8,486	6,514
Total recreational - current	<u>209,200</u>	<u>245,785</u>	<u>180,442</u>	<u>65,343</u>
Capital expenditures	<u>50,000</u>	<u>166,000</u>	<u>146,112</u>	<u>19,888</u>
TOTAL EXPENDITURES	<u>269,100</u>	<u>423,385</u>	<u>338,106</u>	<u>85,279</u>
Revenues over (under) expenditures	2,400	(114,750)	(28,841)	85,909
FUND BALANCES				
Beginning of year	413	192,659	192,659	-
End of year	<u>\$ 2,813</u>	<u>\$ 77,909</u>	<u>\$ 163,818</u>	<u>\$ 85,909</u>

***REPORTS REQUIRED BY GOVERNMENT
AUDITING STANDARDS***



STAGNI & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Commissioners of
Terrebonne Parish Recreation District No. 8

We have audited the financial statements of the Terrebonne Parish Recreation District No. 8, a component unit of Terrebonne Parish Consolidated Government as of and for the year ended December 31, 2009, and have issued our report thereon dated April 23, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Terrebonne Parish Recreation District No. 8's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a remote possibility that a material misstatement of the financial statements will not be prevented or detected and corrected on a timely basis.

To the Board of Commissioners
Terrebonne Parish Recreation District No. 8
Page 2

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Terrebonne Parish Recreation District No. 8's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended for the information of the Board of Commissioners, management the State of Louisiana and the Legislative Auditor for the State of Louisiana and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Stagni & Company

Thibodaux, LA
April 23, 2010



Terrebonne Parish Recreation District No. 8
SCHEDULE OF CURRENT YEAR FINDINGS
For the Year Ended December 31, 2009

We have audited the basic financial statements of the Terrebonne Parish Recreation District No. 8, component units of Terrebonne Parish Consolidated Government, which collectively comprise the basic financial statements as of and for the year ended December 31, 2009, and have issued our report thereon dated April 23, 2010. We conducted our audit in accordance with auditing standards and the standards generally accepted in the United States of America applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

The opinion issued on the basic financial statements was unqualified.

Section I - Summary of Auditor's Reports

a. Report on Internal Control and Compliance Material to the Financial Statements

Internal Control

Material Weaknesses ☐ Yes ☒ No

Significant Deficiencies ☐ Yes ☒ No

Compliance

Compliance Material to Financial Statements ☐ Yes ☒ No

b. Federal Awards N/A

Internal Control

Material Weaknesses ☐ Yes ☐ No Significant Deficiencies ☐ Yes ☐ No

Type of Opinion On Compliance Unqualified ☐ Qualified ☐

For Major Programs Disclaimer ☐ Adverse ☐

Are their findings required to be reported in accordance with Circular A-133, Section .510(a)? ☐ Yes ☐ No

c. Identification of Major Programs: N/A

CFDA Number (s)

Name of Federal Program (or Cluster)

Dollar threshold used to distinguish between Type A and Type B Programs: _____

Is the auditee a 'low-risk' auditee, as defined by OMB Circular A-133? ☐ Yes ☐ No

Section II Financial Statement Findings

NONE

Section III Federal Award Findings and Questioned Costs

N/A

